

AUG 02 2006

Agreement Between
Utah Division of Oil, Gas and Mining and JBR Environmental Consultants
For the
Release of Remaining North Lily Mine Forfeited Reclamation Bond

DIV. OF OIL, GAS & MINING

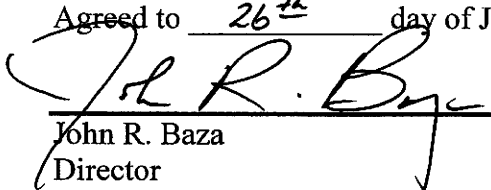
Statement of Facts:

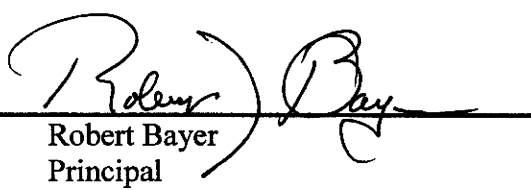
1. Wells Fargo Bank in Payson, UT is currently holding a Certificate of Deposit #0485711979, in the amount of \$ 23,200, plus accrued interest, for the benefit of the State of Utah, Division of Oil, Gas and Mining, as a form of reclamation surety bond for North Lily Mining Co.'s (NLMC) Tintic Project, M/023/007 in Juab County, UT.
2. By order of the United States Bankruptcy Court for the state of Colorado, dated January 25, 2002, (Exhibit A), an Assignment Agreement (Exhibit B) between JBR Environmental Consultants, Inc. (JBR) and NMLC) was authorized. This Agreement assigned and transferred to JBR the rights, interest and entitlement of NLMC in and to the proceeds of the above-noted CD in exchange for JBR undertaking continued ongoing "performance and completion NLMC's currently anticipated required reclamation revegetation, shutdown, and monitoring for 5 years" at the Tintic Project.

Terms of Bond Release

1. The State of Utah, Division of Oil, Gas and Mining (OGM), pursuant to the above-noted Agreement and the mining and environmental requirements of the State of Utah, make this release of the above noted reclamation bond.
2. This release is made in consideration of the satisfactory performance and completion of the reclamation, revegetation, and monitoring requirements of said Agreement and the obligations assumed by JBR and is irrevocable and not subject to withdrawal.
3. OGM hereby extinguishes, discharges, releases, waives, and abandons all claims against JBR from any and all further reclamation and monitoring responsibilities at the Tintic Project and authorizes the release of the above Certificate of Deposit in accordance with the Assignment Agreement.

Agreed to 26th day of July 2006.


John R. Baza
Director
Oil, Gas and Mining


Robert Bayer
Principal
JBR Environmental Consultants